GOVERNMENT OF INDIA
FINANCE AND COMPANY AFFAIRS
LOK SABHA

UNSTARRED QUESTION NO:4960
ANSWERED ON:20.12.2002
NORMS FOR UNLISTED COMPANIES
ADHIR RANJAN CHOWDHURY

Will the Minister of FINANCE AND COMPANY AFFAIRS be pleased to state:

(a) whether the Department of Company Affairs has prepared guidelines and norms for unlisted Indian Companies on issues like preferential allotment, sweat equity and employee stock purpose;

(b) if so, the details thereof alongwith the time by which said guidelines is likely to be implemented;

(c) whether the Government have set up a panal for new norms of unlisted Indian firms; and

(d) if so, the details thereof?

Answer

MINISTER OF FINANCE AND COMPANY AFFAIRS (SHRI JASWANT SINGH)

(a): No, Sir.

(b): Does not arise.

(c): Yes, Sir.

(d): A Committee headed by Shri J.R. Verma, Professor, Indian Institute of Management, Ahmedabad was set up by Department of Company Affairs, in August, 2002, to consider issues relating to sweat equity shares, Employee Stock Option Schemes (ESOPs) and preferential allotment.